

185966

**WILLOUGHBY & HOEFER, P.A.**

ATTORNEYS & COUNSELORS AT LAW

930 RICHLAND STREET

P.O. BOX 8416

COLUMBIA, SOUTH CAROLINA 29202-8416

MITCHELL M. WILLOUGHBY  
JOHN M.S. HOEFER  
ELIZABETH ZECK\*  
RANDOLPH R. LOWELL  
NOAH M. HICKS II\*\*  
BENJAMIN P. MUSTIAN  
M. McMULLEN TAYLOR

AREA CODE 803  
TELEPHONE 252-3300  
TELECOPIER 256-8062

TRACEY C. GREEN  
SPECIAL COUNSEL

May 9, 2007

\*ALSO ADMITTED IN TX  
\*\*ALSO ADMITTED IN VA

**VIA HAND DELIVERY**

The Honorable Charles L.A. Terreni  
Chief Clerk / Administrator  
**Public Service Commission of South Carolina**  
Synergy Business Park  
101 Executive Center Drive  
Columbia, South Carolina 29210-8411

SC  
7/10/07 - 9:11:32  
185966

RE: Application of Carolina Water Service, Inc. for adjustment of rates and charges for the provision of water and sewer service; Docket 2006-92-WS

Dear Mr. Terreni:


Enclosed for filing please find the original and ten (10) copies of the surety bond approved by the Commission in its Order No. 2007-230 in the above-referenced docket. This bond is being submitted pursuant to S.C. Code Ann. § 58-5-240(D) and the full amount of the rates approved to be placed into effect under bond will be billed to the utility's customers in the next billing.

I would appreciate your acknowledging receipt of this document by date-stamping the extra copy that is enclosed and returning it to me via our courier. By copy of this letter, I am serving counsel of record with a copy of the bond and enclose my certificate to that effect.

If you have any questions, or need additional information, please do not hesitate to contact me. With best regards, I am

Sincerely,

**WILLOUGHBY & HOEFER, P.A.**



Benjamin P. Mustian

BPM/amw  
Enclosure

cc: Nanette S. Edwards, Esquire  
C. Lessie Hammonds, Esquire  
Shannon Bowyer Hudson, Esquire

**BEFORE**  
**THE PUBLIC SERVICE COMMISSION OF**  
**SOUTH CAROLINA**  
**DOCKET NO. 2006-92-WS**

IN RE: )  
)  
Application of Carolina Water Service, )  
Inc. for adjustment of rates and )  
charges and modification of certain terms )  
and conditions for the provision of water )  
and sewer service. )  
\_\_\_\_\_ )

**BOND NO.** [REDACTED]

KNOW ALL PEOPLE BY THESE PRESENTS, that Carolina Water Service, Inc. as principal and Travelers Casualty and Surety Company of America, a corporation under the laws of the State of Connecticut, duly authorized to transact business in the State of South Carolina as surety, are held and firmly bound unto the customers of Carolina Water Service, Inc. affected by Order No. 2006-543 of the Public Service Commission, dated October 2, 2006, and any Order denying reconsideration thereof, issued in the above-captioned proceeding, for the sum of four hundred seventy four thousand one hundred seventeen and No/100s Dollars (\$474,117.00) in lawful money of the United States of America, for payment of which, well and truly to be made, we bind ourselves, our heirs, executors, administrators, successors, and assigns, jointly and severally, firmly by these presents.

NOW, THEREFORE, THE CONDITION OF THIS OBLIGATION IS SUCH, that if the Commission Orders under appeal are ultimately determined to be valid and enforceable, then, Carolina Water Service, Inc. hereby promises to refund amounts it has collected in excess of the

amounts finally determined to be correct under the appropriate rate schedules. Any such refunds shall include interest as provided by law.

SIGNED, sealed and dated this 30th day of April, 2007.

**As to Principal**

Carolina Water Service, Inc.

Robert E. Weeks  
Witness

Robert Lingua  
Witness

Samuel

ATTEST:  
[Signature]  
As to Surety

Travelers Casualty and Surety Company of America

[Signature]  
Witness Dan W. Burton

[Signature]  
Witness Stephanie Strong

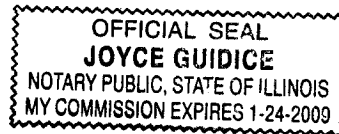
[Signature]  
Angela M. Tindol, Attorney-in-Fact

**WITNESS AS TO PRINCIPAL**

STATE OF Illinois  
Cook County.

Before me, the subscribing Notary Public, personally appeared Lawrence N. Schumacher and made oath that he/she saw the within named Carolina Water Service, Inc. Company represented by sign, seal, and deliver the within Bond, and that he/she with Kirsten Weeks and Tabita Ungureanu Subscribed their names as witness thereto.

Sworn to and subscribed before  
me this 30 day of April, 2007.  
Joyce Guidice (L.S.)  
Notary Public



**WITNESS AS TO SURETY**

STATE OF Texas  
Harris County.

Before me, the subscribing Notary Public, personally appeared Angela M. Tindol and made oath that he/she saw the within named Travelers Casualty and Surety Company of America represented by sign, seal, and deliver the within Bond, and that he/she with Dan W. Burton and Stephanie Strong Subscribed their names as witness thereto.

Sworn to and subscribed before  
me this 30th day of April, 2007.  
Teresa D. Kelly (L.S.)  
Notary Public Teresa D. Kelly



## POWER OF ATTORNEY

Farmington Casualty Company  
 Fidelity and Guaranty Insurance Company  
 Fidelity and Guaranty Insurance Underwriters, Inc.  
 Seaboard Surety Company  
 St. Paul Fire and Marine Insurance Company

St. Paul Guardian Insurance Company  
 St. Paul Mercury Insurance Company  
 Travelers Casualty and Surety Company  
 Travelers Casualty and Surety Company of America  
 United States Fidelity and Guaranty Company

Attorney-In Fact No. 215217

Certificate No. [REDACTED]

**KNOW ALL MEN BY THESE PRESENTS:** That Seaboard Surety Company is a corporation duly organized under the laws of the State of New York, that St. Paul Fire and Marine Insurance Company, St. Paul Guardian Insurance Company and St. Paul Mercury Insurance Company are corporations duly organized under the laws of the State of Minnesota, that Farmington Casualty Company, Travelers Casualty and Surety Company, and Travelers Casualty and Surety Company of America are corporations duly organized under the laws of the State of Connecticut, that United States Fidelity and Guaranty Company is a corporation duly organized under the laws of the State of Maryland, that Fidelity and Guaranty Insurance Company is a corporation duly organized under the laws of the State of Iowa, and that Fidelity and Guaranty Insurance Underwriters, Inc. is a corporation duly organized under the laws of the State of Wisconsin (herein collectively called the "Companies"), and that the Companies do hereby make, constitute and appoint

Teresa D. Kelly, Dan W. Burton, Benjamin D. Wilcox, and Angela M. Tindol

of the City of Houston, State of Texas, their true and lawful Attorney(s)-in-Fact, each in their separate capacity if more than one is named above, to sign, execute, seal and acknowledge any and all bonds, recognizances, conditional undertakings and other writings obligatory in the nature thereof on behalf of the Companies in their business of guaranteeing the fidelity of persons, guaranteeing the performance of contracts and executing or guaranteeing bonds and undertakings required or permitted in any actions or proceedings allowed by law.

IN WITNESS WHEREOF, the Companies have caused this instrument to be signed and their corporate seals to be hereto affixed, this 13th day of March, 2006.

Farmington Casualty Company  
 Fidelity and Guaranty Insurance Company  
 Fidelity and Guaranty Insurance Underwriters, Inc.  
 Seaboard Surety Company  
 St. Paul Fire and Marine Insurance Company

St. Paul Guardian Insurance Company  
 St. Paul Mercury Insurance Company  
 Travelers Casualty and Surety Company  
 Travelers Casualty and Surety Company of America  
 United States Fidelity and Guaranty Company



State of Connecticut  
 City of Hartford ss.

By: George W. Thompson

George W. Thompson, Senior Vice President

On this the 13th day of March, 2006, before me personally appeared George W. Thompson, who acknowledged himself to be the Senior Vice President of Farmington Casualty Company, Fidelity and Guaranty Insurance Company, Fidelity and Guaranty Insurance Underwriters, Inc., Seaboard Surety Company, St. Paul Fire and Marine Insurance Company, St. Paul Guardian Insurance Company, St. Paul Mercury Insurance Company, Travelers Casualty and Surety Company, Travelers Casualty and Surety Company of America, and United States Fidelity and Guaranty Company, and that he, as such, being authorized so to do, executed the foregoing instrument for the purposes therein contained by signing on behalf of the corporations by himself as a duly authorized officer.

In Witness Whereof, I hereunto set my hand and official seal.  
 My Commission expires the 30th day of June, 2006.



Marie C. Tetreault  
 Marie C. Tetreault, Notary Public

**BEFORE**  
**THE PUBLIC SERVICE COMMISSION OF**  
**SOUTH CAROLINA**

**DOCKET NO. 2006-92-W/S**

FILED  
2007 MAY -7 PM 3:32  
SOUTH CAROLINA

IN RE: )  
)  
Application of Carolina Water Service, )  
Inc. for adjustment of rates and charges for )  
the provision of water and sewer service. )  
\_\_\_\_\_ )

**CERTIFICATE OF SERVICE**

This is to certify that I have caused to be served this day one (1) copy of the **Surety Bond** by placing same in the care and custody of the United States Postal Service with first class postage affixed thereto and addressed as follows:

C. Lessie Hammonds, Esquire  
Shannon B. Hudson, Esquire  
Nanette S. Edwards, Esquire  
**Office of Regulatory Staff**  
Post Office Box 11263  
Columbia, South Carolina 29211

Andrea M Wright  
Andrea M. Wright

Columbia, South Carolina  
This 9<sup>th</sup> day of May, 2007.